

FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1344366-0

Total Deleted Page(s) = 3
Page 35 ~ b6; b7C;
Page 36 ~ b6; b7C;
Page 37 ~ b6; b7C;

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FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1215897-0

Total Deleted Page(s) = 3
Page 35 ~ b6; b7C;
Page 36 ~ b6; b7C;
Page 37 ~ b6; b7C;

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FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 11-17-81

TO : DIRECTOR, FBI
 FROM : SAC, BOSTON (Providence RA)(P) (183B-849)
 SUBJECT: CLINT W. MURCHISON, JR.;

[redacted]
 Inge Company, Inc.,
 Providence, R. I.;

POSSIBLE BRIBERY; FAG-SBA; RICO
 OO: BOSTON

NR
 ReBSairtel to WFO dated 11-3-81.

Enclosed for the Bureau is a copy of reairtel.

For the information of the Bureau, WFO received an allegation from a confidential source that captioned subjects had bribed SBA official [redacted] in obtaining an SBA 100% loan guaranty. Subject [redacted] has contracted and is presently operating a municipal sewerage sludge and solid waste processing plant in Providence, R. I. Financing was obtained through a \$5 million industrial revenue bond issue made by the Rhode Island Industrial Facilities Corp. (RIIFC). This bond issue hinged upon [redacted] obtaining the SBA loan guaranty which effectively eliminated any liability on the part of RIIFC in the event of [redacted] default. [redacted] is presently [redacted] under a very lucrative contract with the City of Providence. This contract, which calls for a minimum dollar amount of sewerage sludge and solid waste to be delivered daily to Inge has become a hotly contested public issue because the city has determined that it cannot supply the minimum. Inge Co. must be paid for processing the minimum amounts, even though the city cannot provide them.

⑦ Bureau (Enc.) 173149
 (2-Bureau)(1-Washington Field)(1-Dallas)(1-New Orleans)
 (1-Oklahoma City)(1-Boston)
 1-Dallas (Info)
 1-New Orleans (Info)
 1-Oklahoma City (Info)
 1-Washington Field (183B-812)

2-Boston
 JAL:po'b
 (13)

Approved: _____

Transmitted _____ (Number) (Time)

Per _____

b6
b7C12-1
NOV 23 1981

Let sent to
 Boston, Dallas, New Orleans
 via Oklahoma City & WFO
 11/30/81

BS 183B-849

In light of the fact that subject [redacted] has completed construction of, and is presently operating at the Inge Co., Inc., in Providence, R.I.; that the principal financing agency is a Rhode Island state corporation; and the trustee in the matter is a Providence bank, the Bureau is requested to designate the Boston Division as 00.

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b7C

Airtel

11/30/81

Director, FBI

1 -



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b7C

SAC, Boston
Dallas
New Orleans
Oklahoma City
WFO

4

CLINT W. MURCHISON, JR.



INGE COMPANY, INC.,
PROVIDENCE, R. I.



POSSIBLE BRIBERY; FAG-SBA; RICO
OO: BOSTON

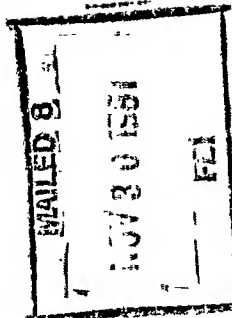
ReBSairtel to the Director, captioned as above,
dated 11/17/81.

10

Enclosed for each receiving office is one copy of
the above referenced airtel.

This is to advise that the office of origin regarding
this investigative matter is designated as Boston.

Boston is requested to submit a letterhead memorandum
regarding this investigation suitable for dissemination to the
Department of Justice and the Office of Inspector General,
Small Business Administration. The LHM should contain 1.) the
predication for opening this investigation, 2.) a summary of
any investigative findings to date and 3.) the preliminary
prosecutive opinion of the U.S. Attorney. Submit by COB
12/14/81.



Enclosure

MJM:mj 12

58-14857-2

Exec AD Inv. _____
Exec AD Adm. _____
Exec AD LES _____
Asst. Dir.:
Adm. Servs. _____
Crim. Inv. _____
Ident. _____
Intell. _____
Laboratory _____
Legal Coun. _____
Plan. & Insp. _____
Rec. Mgnt. _____
Tech. Servs. _____
Training _____
Public Affs. Off. _____
Telephone Rm. _____
Director's Sec'y _____

MAIL ROOM

1 1981

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ Airtel

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ E F T O
☐ CLEAR

Date 12/10/81

TO: DIRECTOR, FBI
 FROM: SAC, BOSTON (183B-849) (Providence RA) (P)
 SUBJECT: CLINT W. MURCHISON, JR.;
 VINGE COMPANY, INCORPORATED;
 PROVIDENCE - RHODE ISLAND;
 POSSIBLE BRIBERY;
 FAG - SBA;
 RICO
 OO: BOSTON

58-10857-1
 Re Boston airtel to the Director dated 11/17/81 and
 Director's airtel to Boston dated 11/30/81.
 58-10857-2

Enclosed for the Bureau are five copies of an LHM
 as requested in referenced airtel.

1-CRIM (PIS)
 1-CIVIL
 1-OIG/SB

12 DEC 16 1981

2 Bureau (Encls. 5) ENCLOSURE
 2 Boston (183B-849) 1 dtd

60 JAN 14 1982

12/21/81
 M.S.M./C.B.

Approved: *LS/DF*

Transmitted _____

(Number)

(Time)

Per _____



U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to
File No.

Boston, Massachusetts.

December 10, 1981

CLINT W. MURCHINSON, JR.;

[REDACTED]
INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;
[REDACTED]

POSSIBLE BRIBERY;
FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND
CORRUPT ORGANIZATION

b6
b7C

On July 21, 1981, the Washington Field Office (WFO) of the Federal Bureau of Investigation (FBI) received information from a confidential source regarding possible bribery of a Small Business Administration (SBA) official, and fraud against the government in obtaining an SBA loan guarantee. This source indicated that Clint Murchinson, Jr. of Dallas, Texas and [REDACTED] had obtained financing through the issuance of five million dollars in tax free revenue bonds, to construct a sewage, sludge and solid waste processing plant by the name of Inge Company in Providence, Rhode Island. The bond issue hinged upon Inge Company obtaining an SBA one hundred percent loan guarantee. Murchinson allegedly obtained the guarantee by funneling a portion of an eleven point finders fee (paid to a California stock broker) to SBA official, [REDACTED] who personally authorized it.

This document contains neither
recommendations nor conclusions of
the FBI. It is the property of
the FBI and is loaned to your agency;
it and its contents are not to be
distributed outside your agency

58-10857-1 3
ENCLOSURE

CLINT W. MURCHINSON, JR.;

[REDACTED]
INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;

[REDACTED]
POSSIBLE BRIBERY;
FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND
CORRUPT ORGANIZATION

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On October 14, 1981, [REDACTED] purchased the bonds (face value \$5 million dollars) from RIIFC at 97% thereby realizing a finders fee of \$150,000.00. RIIFC provided INBANK with the proceeds of the bond sale in late October, which were deposited into three separate funds. Approximately \$4.8 million dollars was deposited into a construction fund for use in reimbursing Inge Company the cost of construction. A reserve fund was also established to meet SBA requirements that an amount equal to three months base loan payments be held in reserve in the event of Inge Company's default.

Under the loan agreement between RIIFC and Inge Company, Inge was to make monthly loan payments of approximately \$45,000.00 to INBANK. Investigation has determined that Inge is in default of five consecutive payments and in fact has yet to make one. The reserve fund has been depleted, and in late October, 1981, INBANK made a formal demand that the SBA immediately reimburse it. Inge Company continues to operate under a lucrative contract with the City of Providence in processing its sewage, sludge, and solid waste.

On November 17, 1981, the results of this investigation were furnished to WFO and that office was directed to conduct a second, detailed interview of their source.

Since its inception, this case has been monitored closely by Department of Justice, Organized Crime and Racketeering Section Attorney [REDACTED]. He has assured the Providence office of the FBI of his full intentions to prosecute this matter if a violation is developed.

CLINT W. MURCHINSON, JR.;

DOING BUSINESS AS
INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;

POSSIBLE BRIBERY;
FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND
CORRUPT ORGANIZATION

b6
b7C

Investigation at Providence, Rhode Island has determined that [redacted] did make an application in October, 1979 to the Rhode Island Industrial Facilities Corporation (RIIFC) for five million dollars in Industrial Revenue bond financing. His proposal was to construct a sewage, sludge, and solid waste plant in Providence, the process of which involves forming waste into compost blocks available for use as fuel in coal fired boilers. The sole right to this manufacturing process is held by an Oklahoma firm, Thermonetics, Inc., the majority stockholder of which is Clint Murchinson, Jr. Thermonetics, Inc., an energy conservation firm, proposed to serve as project manager and operations consultant in constructing Inge Company at a fee of \$3,240,000.00. Thermonetics in turn engaged E.T.I., Inc., a German corporation active in monitoring and combating environmental pollution as a consultant.

Investigation has determined that Blyth Eastman Dillon and Company, San Francisco, California, was engaged by Inge Company as an underwriter. This firm was instrumental in making application for and obtaining the SBA loan guarantee which provided that one hundred percent of the base loan payments over the full term of the bonds be guaranteed. In June, 1980, [redacted] as [redacted] of the SBA Pollution Control Financing Division, informed RIIFC of the guarantee's approval.

In September, 1980 RIIFC authorized issuance and sale of five million dollars in Pollution Control revenue bonds. The bonds were secured by a loan agreement between RIIFC and Inge Company dated October 1, 1980. On this date, an indenture of trust was also signed between RIIFC and the Industrial National Bank of Rhode Island (INBANK) as trustee, registrar, and paying agent for the bonds.

DEPARTMENT OF JUSTICE
 FEDERAL BUREAU OF INVESTIGATION
 COMMUNICATION MESSAGE FORM

135

| | | |
|--|---|---------------|
| PAGE 1 of 1 | CLASSIFICATION | PRECEDENCE |
| DATE 12/18/81 | UNCLAS E F T O | ROUTINE |
| *F135ERR BSTDH HQH0135 *HTYETR 182204Z DEC 1*81 | | |
| START HERE | | |
| FM DIRECTOR FBI | | |
| TO FBI BOSTON {183B-849} {PROVIDENCE RA} ROUTINE | | |
| BT | | |
| 14 | UNCLAS E F T O | |
| | CLINT W. MURCHISON, JR.; [REDACTED] INGE COMPANY, | |
| 12 | INCORPORATED, PROVIDENCE, RHODE ISLAND; [REDACTED] | |
| | POSSIBLE BRIBERY; FAG-SBA; RICO; OO: BOSTON. | |
| 10 | REBS AIRTEL AND LHM TO THE DIRECTOR DATED DECEMBER 10, 1981. | |
| | BOSTON IS REQUESTED TO RECLASSIFY THIS INVESTIGATION AS A | |
| 8 | BRIBERY MATTER. "FAG" AND "RICO" MAY BE MAINTAINED WITHIN THE | |
| | TITLE AS ANCILLARY CHARACTERS. ADDITIONALLY, THE TITLE SHOULD | |
| 6 | BE CHANGED TO INDICATE THE TITLE AND AGENCY OF [REDACTED] AND THE | |
| | WORD "POSSIBLE" STRUCK FROM THE BRIBERY CHARACTER. {"POSSIBLE" | |
| 4 | SHOULD NEVER APPEAR AS A QUALIFICATION IN ANY FBI INVESTIGATIVE | |
| | CHARACTER}. | |
| 2 | BT | |
| | 1 | |
| DO NOT TYPE MESSAGE BELOW THIS LINE | | |
| APPROVED BY [Signature] | DRAFTED BY MJM: [Signature] | DATE 12/18/81 |
| | | ROOM 3149 {6} |
| | | TELE EXT 5682 |

DO NOT TYPE PAST THIS LINE

b6
b7C
 1 - [REDACTED]
 1 - FOF {RM. 3149}

58-10851-4

60 JAN 18 1982

 FEDERAL BUREAU OF INVESTIGATION
 COMMUNICATIONS CENTER
 DEC 19 1981

3 DEC 22 1981

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

FBI/DOJ

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 1/4/82

TO: DIRECTOR, FBI
~~(ATTN: PUBLIC CORRUPTION UNIT)~~
 FROM: SAC, BOSTON (58-556)(PROVIDENCE RA)(P)
 SUBJECT: CLINT W. PURCHISON, JR.; RT

~~PINGE COMPANY, INC.,~~
~~PROVIDENCE, RHODE ISLAND;~~

~~CHIEF,~~
~~POLLUTION CONTROL FINANCING DIVISION,~~
~~SMALL BUSINESS ADMINISTRATION,~~
~~WASHINGTON, D.C.~~
 BRIBERY;
 FAG - SBA;
 RICO
 OO: BOSTON

Re Boston LHM to the Bureau dated 12/10/81 and Bureau teletype to Boston dated 12/22/81.

For the information of Washington Field Office, re LHM was dictated under Boston file 183B-849 and contains a concise summary of investigation to date. In referenced teletype, the Bureau directed that the case be re-classified as a Bribery matter. This information is provided to WFO in order that their 183 case may be re-classified.

2 - Bureau
 2 - Washington Field (183B-81)
 2 - Boston (58-556)
 JAL/emf
 (6)

64 FEB 11 1982

JAN 11 1982

Approved: *LS*

Transmitted

(Number)

(Time)

Per

b6
b7c

On 12/11/81, Washington Field Office Agents reinterviewed their confidential source in depth but were unable to fully debrief source due to the complexity and extent of the investigation being conducted by the Providence Resident Agency. Providence Resident Agency has obtained and reviewed volumes of records, the intricacies of which cannot readily be transmitted on paper to the Washington Field Office.

Boston requests authority for SA [REDACTED] Providence Resident Agency, to personally interview the source at Washington Field Office in early January, 1982. Edwin T. Gale, Department of Justice, Organized Crime and Racketeering Section Attorney, and the respective Boston and Washington Field Office Special Agents in Charge, concur that this interview is necessary.

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b7C

Airtel
Unclas

March 4, 1982

Director, FBI

SAC, Boston (58-556) (Providence RA)

CLINT W. MURCHISON, JR.; et al
BRIBERY - SBA; FAG; RICO
OO: BOSTON

ReBS airtel to the Director, 1/4/82.

Due to the potential criminal involvement of Pollution Control Financing Division, Small Business Administration (SBA), in this matter, the Office of Inspector General (OIG), SBA has taken a keen interest in this investigation. Though the OIG will take no independent action, they have placed a special request with FBIHQ that they be periodically apprised of the status of this case. (Naturally, significant developments in the course of the investigation should be communicated to FBIHQ on a timely basis).

Boston is to ensure that the progress/status of this investigation is reflected in an LHM, suitable for dissemination to the Department and to the OIG/SBA, each 120 days, commencing April 1, 1982. The LHM need contain only a synopsis of productive investigation conducted to date.

(Submit future communications to the attention of the Governmental Fraud Unit, Room 3149).

MJM: (5)

58-108-6

Exec AD Inv. _____
Exec AD Adm. _____
Exec AD LES _____
Asst. Dir.:
Adm. Servs. _____
Crim. Inv. _____
Ident. _____
Intell. _____
Laboratory _____
Legal Coun. _____
Plan. & Insp. _____
Rec. Mgnt. _____
Tech. Servs. _____
Training _____
Public Affs. Off. _____
Telephone Rm. _____
Director's Sec'y _____

MAIL ROOM

7 MAR 4 1982

BE



U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to
File No.

Boston, Massachusetts

March 10, 1982

CLINT W. MURCHISON, JR.;

DOING BUSINESS AS
INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;

POLLUTION CONTROL
FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION
WASHINGTON, D.C.;
BRIBERY;
FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND
CORRUPT ORGANIZATION

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In January, 1982, the source of the information upon which this investigation is predicated was interviewed at the Providence Office of the Federal Bureau of Investigation (FBI) at which time he denied having had made a direct allegation of wrongdoing on the part of Small Business Administration (SBA) [redacted]. On this occasion, the source expressed a suspicion of collusion on the part of [redacted] and those making application, the basis of which appears unfounded as a result of a thorough FBI examination of records obtained from the Rhode Island Industrial Facilities Corporation (RIIFC) and the Industrial National Bank (INBANK), Providence.

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recommendations nor conclusions of
the FBI. It is the property of
the FBI and is loaned to your agency;
it and its contents are not to be
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58-10567 7
ENCLOSURE

CLINT W. MURCHISON, JR. -

DOING BUSINESS AS
INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;

POLLUTION CONTROL
FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, D.C.;
BRIBERY;
FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND
CORRUPT ORGANIZATION

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The source reviewed documents used by [redacted] and [redacted] the California stock broker, used in the application process at Providence, which were identified as materially false and misleading. The Inge Company has operated sporadically, and in fact has defaulted on payments to the trustee, INBANK. As a result, the SBA has initiated its loan guarantee.

On March 4, 1982, [redacted] was interviewed by Agents of the Washington Field Office, FBI, at which time, [redacted] in compliance with a Federal Grand Jury subpoena. An examination will be conducted to determine if false statements or fraud were used in making the application to the SBA. Department of Justice Organized Crime and Racketeering Section Attorney Edwin T. Gale has assured the Providence Office of the FBI of his intentions to prosecute this matter if developed.

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b7C

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 3/10/82

TO: DIRECTOR, FBI
 (ATTN: GOVERNMENTAL FRAUD UNIT, ROOM 3149)

FROM: SAC, BOSTON (58-556)(PROVIDENCE RA)(P)

SUBJECT: CLINT W. MURCHISON, JR.;
 ET AL
 BRIBERY - SBA;
 FAG;
 RICO
 OO: BOSTON

58-10857-6
 Re Bureau airtel to Boston dated 3/4/82.

Enclosed for the Bureau are five copies of an LHM
 as requested in referenced airtel.

58-10857-7

1 - CRIM
 1 - CIVIL
 1 - SBA

2 - Bureau (Encls. 5)
 2 - Boston (58-556)
 JAL/emf
 (4)

ENCLOSURE

3/19/82
 M.S.M./C.B.

12 MAR 18 1982

Approved: 25/24

Transmitted _____

(Number)

(Time)

Per _____



U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to
File No.

CLINT W. MURCHISON, JUNIOR;

DOING BUSINESS AS
INGE COMPANY, INCORPORATED,
PROVIDENCE RHODE ISLAND.

POLLUTION CONTROL FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, DISTRICT OF COLUMBIA;
BRIBERY; FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND CORRUPT ORGANIZATION

#395-996
ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 4/5/99 BY 60674 DALLA

The following background information is set forth for
the benefit of the Legat, Bonn, Germany:

In October of 1979, [redacted] a Providence
business man, made an application to the Rhode Island Industrial
Facilities Corporation (RIIFC) for 5 million dollars in Industrial
Revenue Bond Financing. [redacted]
The Inge Company, Incorporated, had operated a solid waste transfer
station since 1974 from which city trash was compacted and trans-
ported to a state landfill for disposal. [redacted] sought
financing for the construction and operation of a municipal sewerage
sludge and solid waste processing plant in Providence, Rhode Island.
The plant was to process sewerage sludge and solid waste into compost
blocks available for use as a fuel in coal-fired boilers. [redacted]
sought financing through a sale of pollution control revenue bonds.
RIIFC, a public corporation of the state of Rhode Island, is authorized
to issue state revenue bonds for the purpose of the abatement and
control of pollution of the local environment.

In order to induce RIIFC to make the bond issue, [redacted]
successfully submitted an application for a guarantee commitment
from the Small Business Administration (SBA), which provided that the
SBA guarantee one hundred per cent of the payments (principle and
interest) over the full term of the bonds. The application was made
in May of 1980 through California Stockbroker, [redacted]
[redacted] of Blyth Eastman Dillon and Company. Blyth Eastman
also proposed to purchase the revenue bonds from RIIFC as underwriter
for The Inge Company.

58-10857-8
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ENCLOSURE

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CLINT W. MURCHISON, JUNIOR:

[REDACTED]
INGE COMPANY, INCORPORATED,
PROVIDENCE RHODE ISLAND.

[REDACTED]
POLLUTION CONTROL FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, DISTRICT OF COLUMBIA;
BRIBERY; FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND CORRUPT ORGANIZATION

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Before issuing the loan guarantee, the SBA requested that [REDACTED] supply evidence that the Facility would perform to expectations (the Facility was based on technology which had been successfully used in Germany and Switzerland for the past five years) and also that The Inge Company be guaranteed a source of adequate solid waste and sewer sludge to meet the minimum production levels required to meet the bond debt service and operating expenses. [REDACTED] engaged [REDACTED] Emissions Technisches Institut, Baden-Baden, West Germany, as his consulting engineer. Emissions Technisches Institut (ETI) is internationally known as a private, non-profit firm which performs official testing of waste utilization and pure water standards in West Germany. [REDACTED] is an internationally known Chemist and is a member of the Board of the International Ozone Association. Inge proposed to enter into a contract with ETI for testing and quality assurance of the process.

In June of 1980, [REDACTED] signed a contract with the city of Providence, Rhode Island, in which the city guaranteed to provide the solid waste and sewer sludge at the minimum levels required to efficiently run The Inge Company, and meet the expenses and a debt service of the financing. [REDACTED] as [REDACTED] approved the SBA loan guarantee subject to these special conditions in late June of 1980.

On October 1, 1980, a loan agreement and mortgage was signed between RIIFC and The Inge Company, Incorporated. The loan agreement required that the proceeds of the bond issue be furnished to the Industrial National Bank (INBANK), of Providence, Rhode Island, as Trustee to RIIFC. INBANK was required to deposit the proceeds into a construction fund, from which the cost of the bond acquisition and project construction was to be paid; into a bond fund, from which the principle and interest on the bonds was to be paid as it became due and payable; and into a reserve fund, from which payments were to be made to the bond fund in the event that Inge

CLINT W. MURCHISON, JUNIOR;

[REDACTED]
INGE COMPANY, INCORPORATED,
PROVIDENCE RHODE ISLAND;
[REDACTED]

POLLUTION CONTROL FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, DISTRICT OF COLUMBIA;
BRIBERY; FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND CORRUPT ORGANIZATION

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failed to make a monthly payment. The reserve fund initially held three times the monthly payment required of Inge.

On October 28, 1980, the bonds were delivered by RIIFC to Blyth Eastman at Providence, Rhode Island, for a purchase price of \$4,850,000.00. The proceeds of the sale were deposited to the required funds, and an Indemnification Agreement was signed between The Inge Company and the Small Business Administration which required that Inge make monthly payments of \$44,537.00 to INBANK as Trustee for deposit into the bond fund. At the bond closing [REDACTED] submitted an executed testing and technical assistance contract between The Inge Company and ETI as required by the SBA.

The Inge Company has operated sporadically, and in fact is in default of nine monthly payments to the SBA totaling over \$250,000.00. The SBA, through the loan guarantee, has paid this amount to Industrial National Bank.

In July 1981, the Washington Field Office (WFO) of the Federal Bureau of Investigation (FBI), received information from a confidential source that there were indications of collusion between SBA official [REDACTED] and [REDACTED] in approving the loan guarantee, and also that there was fraud and false statement used by [REDACTED] in the application process. In August of 1981, [REDACTED] ETI wrote the SBA of Arlington, Virginia, to report that false statements were made by The Inge Company in the initial bond prospectus, and to INBANK as Trustee. [REDACTED] allegedly falsely stated that he had the common law copyright and patent for this solid waste disposal process in the United States. [REDACTED] alleged to have never signed the Technical Assistance Contract between himself and The Inge Company, nor did he ever receive an English translation of that contract. ETI was to oversee the installation of the project for Inge Company, but withdrew from participation in March of 1981, because Inge disputed certain billings for consultation.

CLINT W. MURCHISON, JUNIOR.

[REDACTED]
INGE COMPANY, INCORPORATED,
PROVIDENCE RHODE ISLAND.

[REDACTED]
POLLUTION CONTROL FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, DISTRICT OF COLUMBIA;
BRIBERY; FRAUD AGAINST THE GOVERNMENT -
SMALL BUSINESS ADMINISTRATION;
RACKETEER INFLUENCED AND CORRUPT ORGANIZATION

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Regarding the contract between The Inge Company, and the city of Providence, Rhode Island, it has been determined that the contract was not competitively bid upon as required by the city charter. It was instead simply drafted between the city and Inge Company by former City Solicitor [REDACTED]

[REDACTED] The contract is extremely lucrative, and one-sided in favor of The Inge Company. It calls for a minimum dollar amount of sewer sludge and solid waste to be delivered daily to Inge, and has become a hotly contested public issue because the city has determined that it cannot supply the minimum. The city of Providence most recently transferred title of the sewerage treatment facility to the state Narragansett Bay Commission which refuses to honor the Inge contract because of its one-sidedness.

[REDACTED] had to obtain this contract in order to induce both RIIFC and the SBA to become involved in the financing. It is suspected that a payoff was made to [REDACTED] in obtaining the contract. [REDACTED] is the subject of a separate FBI investigation at Providence wherein a lucrative contract was simply awarded to a local architect to manage the sewerage treatment plant.

The Department of Justice, Organized Crime and Racketeering Section, Attorney Edwin J. Gale, has assured the Providence office of the FBI of his intentions to prosecute this matter if developed as a false statement, or Fraud Against the Government violation regarding [REDACTED] or if developed as a Hobbs Act - Corruption of Public Officials Violation regarding [REDACTED]

LEAD

The Legat, Bonn, Germany is requested to contact [redacted] Emissions Technisches Institut, Beutigweg One, Postfach Six, 7570 Baden-Baden, West Germany, and conduct the following investigation:

b6
b7C

1. Interview [redacted] regarding ETI's participation in The Inge Company Project, and specifically determine if [redacted] has any knowledge of false statements, or fraud, having been used by [redacted] in the application process with the SBA.
2. If possible, obtain a copy of the Technical Assistance Contract which [redacted] alleges to never have signed, and never to have received in English translation.
3. Determine if [redacted] has any knowledge of a payoff, or kickback, to SBA official [redacted] by [redacted] in obtaining the SBA loan guarantee.
4. Determine if [redacted] has any knowledge of a payoff, or kickback, having been made to City Solicitor [redacted] in obtaining the contract regarding sewerage, sludge and solid waste disposal.
5. If possible, obtain whatever documentation [redacted] might have available to prove his ownership of the common law copyright and patten to this solid waste disposal process in the United States.
6. Determine if [redacted] has any knowledge of [redacted] having had submitted false or fraudulent requisitions to the Industrial National Bank for reimbursement for expenses incurred in the construction of the company at Providence. [redacted] submitted monthly requisitions to the bank, along with invoices from third party contractors, for reimbursement from the construction fund.

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ Airtel

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 4/14/82

TO : DIRECTOR, FBI
 (ATTN: GOVERNMENTAL FRAUD UNIT,
 ROOM 3149)

FROM : SAC, BOSTON (58-556) (PROV.RA) (P)

SUBJECT : CLINT W. MURCHISON, JR.;
 ET AL;
 BRIBERY - SBA;
 FAG; RICO;
 00:BOSTON

MASS

Re Boston airtel to the Director dated 3/10/82.

Enclosed for the Bureau are six copies of an
 LHM requesting investigation be conducted through the
 Legat, Bonn, Germany, at Baden-Baden, West Germany.

⑤ - Bureau (Enc. 6) ENCLOSURE 58-10857-8
 (Attn: Gov. Fraud Unit, Rm. 3149)
 (1) Liaison Unit, INTD;
 2 - Legat, Bonn)
 2 - Boston (58-556)
 JAL/eaf
 (7)

#345-996
 ALL INFORMATION CONTAINED
 HEREIN IS UNCLASSIFIED
 DATE 11/3/99 BY 60267 NLSM

10 APR 22 1982

FILE / Amson

3149

Approved: 68 JUN 03 1982

Transmitted _____ (Number) _____ (Time)

Per _____

Memorandum



To : Director, FBI ()

Date MAY 4 1982

From : Legal Attache, Bonn (58-19) (P)

Subject : CLINT W. MURCHISON, JR.;

ET AL

BRIBERY - SBA;

FAG; RICO

OO: Boston

Reference: Boston AT & LHM 4/14/82.

Dissemination, as outlined below, was made on dates indicated:

☒ Single copies of re LHM.☐ Pertinent information from

#395-996
ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 11/5/99 BY 60267 NISSA/R

Name and Location of AgencyDate Furnished

MAY 4 1982

b7D

3 - Bureau

(1 - Foreign Liaison Desk)

NOT RECORDED

MAY 16 1982

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ Airtel

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 8/6/82

TO: DIRECTOR, FBI ⁵⁸⁻¹⁰⁸⁵⁷
 Attention: (GOVERNMENTAL FRAUD UNIT, ROOM 3149)

FROM: SAC, BOSTON (58-556) (PROVIDENCE RA) (P)

SUBJECT: CLINT W. MURCHISON, JR.;
 Et Al;
 BRIBERY - SBA;
 FAG;
 RICO;
 (OO:BOSTON)

Re Boston airtel to the Bureau dated 4/14/82.

Referenced airtel enclosed six copies of an LHM requesting investigation be conducted through the Legat, Bonn, Germany; at Baden-Baden, West Germany.

On 8/3/82, the Department of Justice, Organized Crime and Racketeering Section, Attorney Edwin J. Gale, District of Rhode Island, requested that the Providence Office of the FBI determine the status of the referenced lead.

FBI Headquarters is requested to contact the Legat, Bonn, Germany, and ask him to expeditiously furnish the results of his interview to the Boston Division.

(3) - Bureau
 2 - Boston (58-556)
 JAL/ras
 (5)

2 - Legat Bonn
 8/11/82
 DIA/BE

58-10857-9

12 AUG 11 1982

Approved: LS/JAT

Transmitted _____

(Number) (Time)

Per _____

R 250740Z AUG 82

FM BONN (58-19) (P)

TO DIRECTOR ROUTINE 582-24

BT
UNCLAS F F T O

ATTN: GOVERNMENTAL FRAUD UNIT, ROOM 3149

CLINT W. PURCHISON, JR.; ET AL; BRIBERY - SPA; FAG; RICO;

(OO: BOSTON).

RE BOSTON AIRTEL TO THE BUREAU DATED 8/6/82.

REVIEW OF INSTANT FILE REFLECTS THAT AS RECENTLY AS 8/18/82, LEGAT, BONN HAS INQUIRED CONCERNING THE STATUS OF THE INVESTIGATION RESULTS

WILL BE FORWARDED AS SOON AS RECEIVED.

ADMINISTRATIVE:

FRIHO RELAY TO BOSTON DIVISION (58-556).

BT

0-13 to Boston
in 8/26/82

395-996
ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 4/3/99 BY 60267NLSM/K

246

RECEIVED
TELETYPE UNIT

25 AUG 82 17 20Z

FEDERAL BUREAU
OF INVESTIGATION

| | |
|--------------|--|
| Mr. Tolson | |
| Mr. DeLoach | |
| Mr. Mohr | |
| Mr. Bishop | |
| Mr. Casper | |
| Mr. Callahan | |
| Mr. Conrad | |
| Mr. Felt | |
| Mr. Gale | |
| Mr. Rosen | |
| Mr. Sullivan | |
| Mr. Tavel | |
| Mr. Trotter | |
| Tele. Room | |
| Mr. Holmes | |
| Miss Gandy | |

7 CMC

(Handwritten signature/initials)

58-10851-10

REC-5 1 30 10 103

17

11 AUG 31 1982

(Handwritten signature)

R 010645Z SEP 82

FM BONN (58-19) (P)

TO DIRECTOR ROUTINE 622-31

BT

UNCLAS E F T O

RECEIVED
TELETYPE UNIT

SEP 82 20 18z

FEDERAL BUREAU
OF INVESTIGATION

~~ATTN: GOVERNMENTAL FRAUD UNIT, ROOM 3149~~

CLINT W. MURCHISON, JR.; ET AL; BRIBERY - SBA; FAG; RICO;

(OO: BOSTON). *By teletype dated 9-1-82 Legat Bonn furnished the following:*

RE BOSTON LHM, 4/14/82, AND BONCAB, 8/25/82. b7D

FOR THE INFORMATION OF THE ~~BUREAU AND~~ BOSTON, ON

AUGUST 31, 1982, [REDACTED]

ADVISED THAT INVESTIGATION REQUESTED IN REFERENCED BOSTON LHM, IS CURRENTLY BEING COMPLETED BY THE DISTRICT ATTORNEY'S OFFICE IN BADEN BADEN, FEDERAL REPUBLIC OF GERMANY. LEGAT, BONN WILL FURNISH RESULTS UPON RECEIPT.

b6
b7C

~~ADMINISTRATIVE~~

~~IT IS REQUESTED THAT FBIHQ RETRANSMIT TO BOSTON DIVISION (58-556).~~

BT

Serial

2

11

106

MESSAGE RELAY VIA TELETYPE
(RESTRICTED USE)Date: 8/26/82

PRECEDENCE:

☐ IMMEDIATE☐ PRIORITY☒ ROUTINE

FM: DIRECTOR, FBI

TO: BOSTON

SMA

7-2

cmk

- ☐ White House/WH/
☐ Bureau of Alcohol Tobacco Firearms/BATF/
☐ Central Intelligence Agency/CIA/
☐ CIA DCD/DCD/
☐ Dept. of Energy HQS/DOEHQ/
☐ Dept. of Energy Germantown DIV/DOE/
☐ Dept. of Justice/DOJ/
☐ Dept. of State/DOS/
☐ Dept. of the Army/DA/
☐ Dept. of Treasury/DOT/
☐ Defense Intelligence Agency/DIA/

- ☐ Director National Security Agency/NSA/
☐ Director Naval Investigative Service/DIRNAVINSERV/
☐ Drug Enforcement Admin./DEA/
☐ FAA Washington HQ/FAA/
☐ HQ AFOSI Bolling AFBDC/AFOSI/
☐ INSCOM Ft. Meade/INSCOM/
☐ Nuclear Regulatory Commission/NRC/
☐ U.S. Customs Service/UCS/
☐ U.S. Immigration & Naturalization Service/INS/
☐ U.S. Secret Service/USSS/
☐ Other: _____

BT

Classification: UNCLAS EFTO

#395-996

Addressee Internal Distribution

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIEDDATE 7/1/99 BY 60267-NLS/AN

For: _____

Subject: _____

☒ See Attached

| | | | |
|-------------------------------|------------------------------|--------------------------|------------------------------------|
| Approved By: <u>HNH/10</u> | Originator: <u>A10/CB</u> | Tele Ext. <u>5682</u> | Room/Div.: <u>3149 / Div: 6</u> |
|-------------------------------|------------------------------|--------------------------|------------------------------------|

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

AUG 27 1982

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

11 AUG 31 1982

USE AND PREPARATION OF FORM 0-73

1 SEP 01 1982

Restrictions on Use

1. Only incoming teletype messages within the categories listed in MIOG Section 16-1.7 pages 1251 & 1252 may be prepared using form 0-73.
2. Use of Form 0-73 is restricted to incoming teletype messages received at FBIHQ Communications Center within the last 72 hours.
3. Addressees must be Bureau Offices (LEGAT/Field) or other Government Agencies. **Geographical location must be indicated if other Government Agency is located outside the Washington, D.C. area.**
4. Editing of message text is restricted to typed or printed changes of a word or two. Changes to the existing text involving more than a word or two will require the originator to initiate a new message using Form 0-93. Administrative data may be added immediately following the text and must be identical for all addressees.
5. Teletype messages received by the Communications Center that do not meet the above criteria shall be returned to the originator for preparation using Form 0-93.

Preparation of 0-73 Form (Yellow)

1. **Date & Precedence** - Type or print date and indicate precedence by checking the appropriate box.
2. **Addressee(s)** - Type or print addressee(s) immediately following the "TO:" or place a check mark in the appropriate box. **Note:** When using block "Other," indicate geographical location if addressee(s) is located outside Washington, D.C. If addressee(s) is a military installation, the name of the base, fort, or station must be listed to ensure delivery.
3. **Classification** - Type or print the classification and if appropriate the caveat and warning notices.
4. **Addressee Internal Distribution** - Complete when the originator wishes the message to be distributed to a known entity within a Headquarters Agency (i.e. Division, Section, Unit, etc.). List the addressee(s) abbreviation and the internal distribution, i.e. a message to Dept. of State, Dept. of Justice, and Defense Intelligence Agency; list on the "For" line(s) as follows:
Example: For: DOS For SY/TAG; DOJ for Asst. AG Criminal Div.; DIA For DSOP.
Messages which do not list internal distribution shall be delivered to the agency headquarters where their analyst will effect in-house distribution.
5. **Subject** - Type or print the subject in the space provided or check "see attached" if subject is identical to attached message.
6. **Originator's Boxes** - Type or print the originator's name, telephone extension, room number, and division.
7. **Approved By Box** - Indicate approval for transmission by initialing the approved by box. **Note:** The person approving the message is solely responsible for assuring all necessary editing changes are accurate and are legible.

Preparation of Message To Be Transmitted

1. **Duplicate Copy & Notations** - Xerox 1 copy of the incoming teletype message. A notation shall be made on the original incoming teletype indicating one copy made for relay to SACS _____, (or LEGATS) _____, (or Government Agencies) _____.
2. **Editing of Duplicate Copy (Heading)** - Using a lead pencil ONLY draw single lines through the first and last lines of the message heading; connect these lines from top right to bottom left forming a "Z" figure. (Do Not Obliterate the Heading)
3. **Editing Changes to the Text** - (See Restrictions on Use, item 4)
4. **Administrative Data** - Type or print administrative data immediately following the text.

26 AUG 82 11 19 41
RECEIVED
TELETYPE UNIT
FEDERAL BUREAU
OF INVESTIGATION

173

CH/ry

MESSAGE RELAY VIA TELETYPE
(RESTRICTED USE)

Date: 9-1-82

PRECEDENCE:

☐ IMMEDIATE☐ PRIORITY☒ ROUTINE

FM: DIRECTOR, FBI

TO: FBI Boston (58-556)

☐ White House/WH/☐ Bureau of Alcohol Tobacco Firearms/BATF/☐ Central Intelligence Agency/CIA/☐ CIA DCD/DCD/☐ Dept. of Energy HQS/DOEHQ/☐ Dept. of Energy Germantown DIV/DOE/☐ Dept. of Justice/DOJ/☐ Dept. of State/DOS/☐ Dept. of the Army/DA/☐ Dept. of Treasury/DOT/☐ Defense Intelligence Agency/DIA/☐ Director National Security Agency/NSA/☐ Director Naval Investigative Service/DIRNAVINSERV/☐ Drug Enforcement Admin./DEA/☐ FAA Washington HQ/FAA/☐ HQ AFOSI Bolling AFBDC/AFOSI/☐ INSCOM Ft. Meade/INSCOM/☐ Nuclear Regulatory Commission/NRC/☐ U.S. Customs Service/UCS/☐ U.S. Immigration & Naturalization Service/INS/☐ U.S. Secret Service/USSS/☐ Other: _____

BT

Classification: unclas

Addressee Internal Distribution

For: _____

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 4/5/99 BY 60367-ND SMUR

Subject: _____

☒ See Attached

Approved By: OBK/B

Originator: mub

Tele Ext. 2805

Room/DIV.: 5027-6

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS CENTER

SEP 2 1982

10 SEP 3 1982

59 SEP 16 1982

DO NOT FILE WITHOUT COMMUNICATIONS STAMP

USE AND PREPARATION OF FORM 0-73

Restrictions on Use

1. Only incoming teletype messages within the categories listed in MIOG Section 16-1.7 pages 1251 & 1252 may be prepared using form 0-73.
2. Use of Form 0-73 is restricted to incoming teletype messages received at FBIHQ Communications Center within the last 72 hours.
3. Addressees must be Bureau Offices (LEGAT/Field) or other Government Agencies. Geographical location must be indicated if other Government Agency is located outside the Washington, D.C. area.
4. Editing of message text is restricted to typed or printed changes of a word or two. Changes to the existing text involving more than a word or two will require the originator to initiate a new message using Form 0-93. Administrative data may be added immediately following the text and must be identical for all addressees.
5. Teletype messages received by the Communications Center that do not meet the above criteria shall be returned to the originator for preparation using Form 0-93.

Preparation of 0-73 Form (Yellow)

1. **Date & Precedence** - Type or print date and indicate precedence by checking the appropriate box.
2. **Addressee(s)** - Type or print addressee(s) immediately following the "TO:" or place a check mark in the appropriate box. Note: When using block "Other," indicate geographical location if addressee(s) is located outside Washington, D.C. If addressee(s) is a military installation, the name of the base, fort, or station must be listed to ensure delivery.
3. **Classification** - Type or print the classification and if appropriate the caveat and warning notices.
4. **Addressee Internal Distribution** - Complete when the originator wishes the message to be distributed to a known entity within a Headquarters Agency (i.e. Division, Section, Unit, etc.). List the addressee(s) abbreviation and the internal distribution, i.e. a message to Dept. of State, Dept. of Justice, and Defense Intelligence Agency; list on the "For" line(s) as follows:
Example: For: DOS For SY/TAG; DOJ for Asst. AG Criminal Div.; DIA For DSOP;
Messages which do not list internal distribution shall be delivered to the agency headquarters where their analysts will effect in-house distribution.
5. **Subject** - Type or print the subject in the space provided or check "see attached" if subject is identical to attached message.
6. **Originator's Boxes** - Type or print the originator's name, telephone extension, room number, and division.
7. **Approved By Box** - Indicate approval for transmission by initialing the approved by box. Note: The person approving the message is solely responsible for assuring all necessary editing changes are accurate and are legible.

Preparation of Message To Be Transmitted

1. **Duplicate Copy & Notations** - Xerox 1 copy of the incoming teletype message. A notation shall be made on the original incoming teletype indicating one copy made for relay to SACS _____, (or LEGATS) _____, (or Government Agencies) _____.
2. **Editing of Duplicate Copy (Heading)** - Using a lead pencil ONLY draw single lines through the first and last lines of the message heading; connect these lines from top right to bottom left forming a "Z" figure. (Do Not Obliterate the Heading)
3. **Editing Changes to the Text** - (See Restrictions on Use, item 4)
4. **Administrative Data** - Type or print administrative data immediately following the text.

~~R 252746Z AUG 82~~

FM BONN (58-19) (P)

TO DIRECTOR ROUTINE 622-24

BT

UNCLAS E F T O

~~ATTN GOVERNMENTAL FRAUD UNIT, ROOM 3-149~~

CLINT W. MURCHISON, JR.; ET AL; BRIBERY - SBA; FAG; RICO;

(OO: BOSTON).

RE BOSTON AIRTEL TO THE BUREAU DATED 8/6/82.

REVIEW OF INSTANT FILE REFLECTS THAT AS RECENTLY AS 8/18/82,
LEGAT, BONN HAS INQUIRED CONCERNING THE STATUS OF THE INVESTI-
GATION RESULTS

WILL BE FORWARDED AS SOON AS RECEIVED.

~~ADMINISTRATIVE:~~

~~FBIHQ RELAY TO BOSTON DIVISION (58-556)~~

~~BT~~

RECEIVED
TELETYPE UNIT

25 AUG 82 17 20

FEDERAL BUREAU
OF INVESTIGATION

| | |
|------------------------------|--|
| Exec AD Adm. | |
| Exec AD Inv. | |
| Exec AD LES | |
| Asst. Dir.: | |
| Adm. Serv. | |
| Crim. Inv. | |
| Ident. | |
| Inspection | |
| Intell. | |
| Lab. | |
| Legal Coun. | |
| Off. of Cong. & Public Affs. | |
| Rec. Mgmt. | |
| Tech. Serv. | |
| Training | |
| Telephone Rm. | |
| Director's Sec'y | |

b6
b7C

U.S. DEPT. OF JUSTICE
CRIMINAL DIVISION
AUG 25 1 34 PM '82

RECEIVED BT

R 010645Z SEP 82

FM BONN (58-19) (P)

TO DIRECTOR ROUTINE 622-31

BT

UNCLAS E F T O

ATTN GOVERNMENTAL FRAUD UNIT, ROOM 3149

CLINT W. MURCHISON, JR.; ET AL; BRIBERY - SBA; FAG; RICO;
(OO: BOSTON).

RE BOSTON LHM, 4/14/82, AND BONCAB, 8/25/82.

FOR THE INFORMATION OF THE BUREAU AND BOSTON, ON

AUGUST 31, 1982,

ADVISED THAT INVESTIGATION REQUESTED IN REFERENCED BOSTON
LHM, IS CURRENTLY BEING COMPLETED BY THE DISTRICT ATTORNEY'S
OFFICE IN BADEN BADEN, FEDERAL REPUBLIC OF GERMANY. LEGAT,
BONN WILL FURNISH RESULTS UPON RECEIPT.

ADMINISTRATIVE

IT IS REQUESTED THAT FBIHQ RETRANSMIT TO BOSTON
DIVISION (58-556).

BT

RECEIVED
TELETYPE UNIT

1 SEP 82 20 19Z

FEDERAL BUREAU
OF INVESTIGATION

b6
b7C
b7D

58-10857-13

15 SEP 13 1982

#395-996
ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 4/7/99 BY 60267-MS/sk

RECEIVED
FBIHQ
SEP 1 1982

SEP 1 1982

SEP

013
BS
nick
9-18

FBI

TRANSMIT VIA:

☐ Teletype
☐ Facsimile
☒ AIRTEL

PRECEDENCE:

☐ Immediate
☐ Priority
☐ Routine

CLASSIFICATION:

☐ TOP SECRET
☐ SECRET
☐ CONFIDENTIAL
☐ UNCLAS E F T O
☐ UNCLAS

Date 9/17/82

TO : DIRECTOR, FBI
 (ATTN: GOVERNMENTAL FRAUD UNIT - ROOM 3149)
 FROM : SAC, BOSTON (58-556) (PROVIDENCE RA) (P)
 SUBJECT: "CHANGED"

[REDACTED] INGE COMPANY, INCORPORATED,
 PROVIDENCE, RHODE ISLAND

[REDACTED] POLLUTION CONTROL FINANCE DIVISION,
 SMALL BUSINESS ADMINISTRATION,
 WASHINGTON, D.C.;
 BRIBERY;
 FAG - SBA;
 BF & E (A)
 OO: BOSTON.

Title marked "Changed" to delete name of Clint W. Murchison, Jr; to note the correct spelling of subject last name; and to delete RICO and add BF & E as a new classification. Title formerly carried as "CLINT W. MURCHISON, JR; [REDACTED] INGE COMPANY, INCORPORATED, PROVIDENCE, RHODE ISLAND; [REDACTED] POLLUTION CONTROL FINANCE DIVISION, SMALL BUSINESS ADMINISTRATION, WASHINGTON, D.C.; BRIBERY; FAG-SBA; RICO; OO: BOSTON".

DE-60

Re Boston airtel to the Director dated 8/6/82.

Investigation at Providence has determined that Murchison, dba Thermonetics, Inc., did not participate in the construction of the Inge Company, even though they were named as Project Manager in [REDACTED] original proposal to construct the plant.

2 - Bureau
 2 - New Haven
 2 - Boston (58-556)
 JAL/kat
 (6)

10 SEP 24 1982

314

b6
b7c

Approved: [Signature]

Transmitted

(Number)

(Time)

Per

Memorandum



To : SAC, Boston (58-556)

Date 12/8/82

From : Director, FBI (58-10857)

Subject : CLINTON W. MURCHINSON, JR.
FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC)
NAME CHECK REQUEST
BUDED: January 10, 1983

Murchison, Clint W. JR

[Handwritten signature]

The Bureau is in receipt of a name check request from FDIC concerning the captioned individual born September 12, 1923, in Wichita Falls, Texas, a copy of which is attached.

Boston is directed to its case captioned [redacted] The Inge Company, Incorporated, Providence, Rhode Island; [redacted] Notorantonio Building and Wrecking Company, Smithfield, Rhode Island; [redacted] [redacted] Pollution Control Finance Division, Washington, D. C.; Bribery; Fraud Against the Government - Small Business Administration; Bank Fraud and Embezzlement (A)," in which captioned individual appeared to be one of the subjects; however, his name was deleted from the title.

b6
b7C

Where name checks relate to pending investigative matters, as in instant case, it is our policy to contact the appropriate Office of the United States Attorney for dissemination guidance from a prosecutive standpoint regarding the captioned individual.

Promptly submit the results of this contact and by enclosed letterhead memorandum suitable for dissemination, the information authorized marked to the attention of the Executive Agencies Unit, Room 5224, FBIHQ.

Enclosure

NOTE: Answer coordinated with SA [redacted] Criminal Investigative Division. FDIC is requested to resubmit in 30 days.

1 - [redacted] Attn: [redacted]
1 - [redacted] Rm 3149
1 - [redacted]

JGG:bld (6)

ENCLOSURE

MAIL ROOM

59 MAR 14 1983

DE-129

58-10857-17

DEC 10 1982

MAILED 13
DEC 7 1982
FBI

Exec AD-Adm.
Exec AD-Inv.
Exec AD-LES
Asst Dir.
Adm. Servs.
Crim. Inv.
Ident.
Inspection
Intell.
Laboratory
Legal Coun.
Off. of Cong. & Public Affs.
Rec. Mgmt.
Tech. Servs.
Training
Telephone Rm.
Director's Sec'y

THX/son

W

3149

FEDERAL BUREAU OF INVESTIGATION

Records Systems/Services Sections

19

☒ Name Searching Unit, 4543, TL# 115☐ Service Unit, 4654, TL# 225☐ Special File Room, 5991, TL# 122☐ Forward ☐ v, 5447, TL# 143☐ Attention ☐☒ Return to ☐

or, Room, TL#, Ext.

b6

b7C

Type of Search Requested: (Check One)

☒ Restricted Search (Active Index - 5 & 20)☐ Restricted Search (Active & Inactive Index - 5 & 30)☐ Unrestricted (Active & Inactive Index)

Special Instructions: (Check One)

☐ All References (Subversive & Nonsubversive)☐ Subversive Search☐ Nonsubversive Search☒ Main Commanders References Only / Ast Syrs☐ Exact Name Only (On the Nose)☐ Buildup☐ Variations☐ Restricted to Locality of _____Subject Murcherson, C. W. (AKA) ClintonBirthdate & Place 9/12/25 Wichita Falls, Tex

Address _____

Localities Dallas, TXR# 676 Date 11/18Searcher Initials 125Prod. 6 11

FILE NUMBER

SERIAL

UTD 8 / 79

C/Int (AKA)

183-4980

NT 190-31220-1

C/Int

95-244666

C/Int W1

50C 58-10857 10/7

67-045-1139 125

NP 9-63345 6/7/78

NP 87-144148-137p/100 6/10/77

NOV 18 1982



FEDERAL DEPOSIT INSURANCE CORPORATION, Washington, D.C. 20429

DIVISION OF BANK SUPERVISION

Federal Bureau of Investigation
JEH Building
Washington, D.C. 20535

Attention: Routing Unit

| | | | |
|---|--|--|--|
| REQUEST | | REFERENCE DATA (FOR FDIC USE ONLY) | |
| <input checked="" type="checkbox"/> Name Check <input type="checkbox"/> Identification Record | | | |
| NAME: (MR., MRS., MISS) Clinton W. Murchison, Jr. | | NAME OF SPOUSE: | |
| OTHER NAMES OR NICKNAMES: | | NAMES AND ADDRESSES OF IMMEDIATE RELATIVES: | |
| | | | |
| DATE AND PLACE OF BIRTH: September 12, 1923, Wichita Falls, Texas | | KNOWN IDENTIFYING NUMBERS: SSAN Unknown | |
| ASSOCIATES: | | ORGANIZATIONS: | |
| | | | |
| | | EDUCATION: | |
| | | | |
| NAME AND ADDRESS OF PRESENT EMPLOYER: | | CURRENT RESIDENCE: Dallas, Texas (1979) | |
| EMPLOYMENTS FOR PAST 15 YEARS: | | RESIDENCES FOR PAST 15 YEARS: | |
| | | | |
| DATE AND PLACE OF PRIOR CONVICTION(S) | | FOR USE BY AGENCY CONDUCTING CHECK | |
| | | | |

58-10852-17
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U.S. Department of Justice

Federal Bureau of Investigation

In Reply, Please Refer to
File No.

Boston, Massachusetts 02203

December 21, 1982

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b7c

[REDACTED]
DOING BUSINESS AS
THE INGE COMPANY, INCORPORATED,
PROVIDENCE, RHODE ISLAND;

[REDACTED]
DOING BUSINESS AS

[REDACTED]
SMITHFIELD, RHODE ISLAND;

[REDACTED]
[REDACTED], POLLUTION CONTROL FINANCE DIVISION,
SMALL BUSINESS ADMINISTRATION,
WASHINGTON, D.C.;
BRIBERY;
FRAUD AGAINST THE GOVERNMENT - SMALL
BUSINESS ADMINISTRATION;
BANK FRAUD AND EMBEZZLEMENT (A)

This case involves allegations of bribery of the captioned Small Business Administration (SBA) official, Fraud Against the Government in an Application to the SBA for a loan guarantee and the submission of false and fraudulent invoices to a federally insured bank for reimbursement of construction expenses.

Briefly, subject [REDACTED] obtained five million dollars in proceeds of a Rhode Island State Industrial Revenue Bond Issue to construct a municipal sewage, sludge, and solid waste processing plant in Providence, Rhode Island. He successfully obtained a Small Business Administration 100% loan guarantee, which provided that the SBA guaranteed 100% of the bond payments over their full term. [REDACTED] had to obtain this loan guarantee at the request of the state Rhode Island Industrial Facilities Corporation (RIIFC),

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before it would issue its own revenue bonds. [redacted] constructed the plant with used and substandard equipment, and in fact, is in default of over \$600,000 in payments. Allegations that the SBA official was paid off to issue the guarantee, and that there was fraud in the SBA application and Public Prospectus in connection with the bond issue are being pursued.

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Clinton W. Murchison, Jr., was originally identified as a subject in this investigation because of his initial involvement in the financing of the Inge Project, and its initial application to the SBA. In [redacted] application to both RIIFC and the SBA, he identified Thermonetics, Incorporated, an Oklahoma Company, as the firm which would serve as his project engineer in constructing the Inge Company. Thermonetics is wholly owned by Murchison. A confidential source also advised that Murchison, through Thermonetics, had made arrangements for [redacted] to use a California stockbrokerage firm in marketing the bonds, and in also making the application to the SBA. Thermonetics purportedly had an agreement with a German based company to market its solid waste/sewage sludge processing system in this company.

Investigation at Providence disclosed that Thermonetics, Incorporated, was not used by [redacted] in constructing the Inge Company. [redacted] apparently had a falling out with Thermonetics, and he purportedly used a processing system other than Thermonetics in constructing his plant.

For these reasons, Murchison was deleted from the title, and is no longer considered a subject of this investigation.